CITY OF HASLET, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

SEPTEMBER 30, 2021

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CITY OF HASLET, TEXAS

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LaFollett and Company PLLC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the City Council of the
City of Haslet, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Haslet, Texas (the City), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Haslet, Texas, as of September 30, 2021, and the respective changes in financial position and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and TMRS pension and OPEB information on pages 3–8 and 47-52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The other supplementary information on pages 55-73 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 21, 2022 on our consideration of the City's internal control over financial reporting and our tests on its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control over financial reporting and compliance.

LaFollett & Company PLLC

LaFollett & Company PLLC
Tom Bean, Texas
March 21, 2022

CITY OF HASLET, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2021

As management of the City of Haslet, Texas (the "City"), we offer readers of the City of Haslet's financial statements this narrative overview and analysis of the financial activities of the City of Haslet, Texas for the year ended September 30, 2021. We encourage readers to consider the information presented here in conjunction with the City's financial statements [beginning on page 10].

FINANCIAL HIGHLIGHTS

- Total net position for the City of Haslet at the close of FY21 is $55,158,146 [page 10]. Unrestricted net position at the close of FY21 is $15,773,345 and may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by $9,690,689 (18%) during fiscal year 2021.
- The City's governmental funds reported combined ending fund balances of $13,222,203 [page 12]. The fund balances decreased by $877,180 (6%) [page 14]. $9,209,522 [page 12] is unassigned and available for spending at the City's discretion. The General Fund's unassigned fund balance of $7,852,255 [page 12] is equivalent to 187% ($7,852,255/ $4,194,316) of total 2021 General Fund expenditures [page 14], compared to 187% in 2020.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and Statement of Activities [pages 10 and 11]. These provide information about the activities of the City as a whole and present a long-term view of the City's financial condition. They reflect the flow of total economic resources in a manner similar to the financial reports of a private-sector business.

Fund financial statements [starting on page 12] report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. Governmental fund statements tell how services were financed in short-term, as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for funding requests and the appropriations from the State.

The notes to the financial statements [page 20] provide narrative explanations or additional data needed for full disclosures for the government-wide statements and the fund financial statements.

Reporting the City as a Whole – Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities

Government-wide financial statements provide an analysis of the City's overall financial condition and operation [pages 10 and 11]. The primary objective of these statements is to show whether the City's financial condition has improved or deteriorated as a result of the year's activities.

The Statement of Net Position [page 10] includes all the City's assets, deferred inflows of resources, deferred outflows of resources, and liabilities while the Statement of Activities [page 11] includes all the revenue and expenses generated by the City's operations during the year. Government-wide statements utilize the accrual basis of accounting, which is the same method used by most private sector companies. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

The City's revenue is divided into the following categories: 1) charges for services, 2) operating grants and contributions, 3) capital grants and contributions, 4) general revenues not associated with any specific program function. All of the City's assets are reported whether they serve the current or future years. Liabilities are also reported regardless of whether they must be paid in the current or future years.

These two statements report the City's net position and changes in them. The City's net position provides one measure of the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the City however, non-financial factors should also be considered, such as changes in the City's request for services from citizens and the condition of the City's facilities.

The Statement of Net Position and The Statement of Activities report two kinds of activities, as well as one component unit:

Governmental Type Activities – City services such as police, fire protection, municipal court, parks, street maintenance, and city administration are reported here. City property taxes and charges for services finance most of these activities.

Business-Type Activities - The City uses a proprietary (business-type) fund to account for its water, sewer, and sanitation operations. The services are supported by monthly charges to citizens.

Discretely Presented Component Unit – The Haslet Economic Development Corporation (Type B) is reported in a separate column since it meets the requirements for discrete presentation in the financial statements.

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements [pages 12-19] provide detailed information about each City fund. The City's three kinds of funds – governmental, proprietary, and fiduciary – use different accounting approaches.

Governmental Funds – The City reports most of its basic services in governmental funds. Governmental funds use the modified accrual basis of accounting (a method that measures the receipt and disbursement of cash and other financial assets that can be readily converted to cash) and they report balances that are available for future spending. Governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. We describe the accounting differences between governmental activities, which are reported in the Statement of Net Position and the Statement of Activities and governmental funds in the reconciliation schedules [pages 13 and 15].

Proprietary Funds – The City uses one proprietary (business-type) fund to account for its water, sewer, and sanitation operations. The full-accrual basis of accounting is used for all proprietary type funds.

Fiduciary Funds – The City uses fiduciary funds to account for transactions of the Public Improvement Districts (PID). The full-accrual basis of accounting is used for these funds.

The table below provides a summary of the City's net position at September 30, 2021 and 2020.

Summary of Net Position

	2021			2020		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	$ 14,698,041	$ 7,008,277	$21,706,318	$ 18,155,349	$ 5,662,613	$23,817,962
Capital assets, net	26,784,662	17,928,072	44,712,734	19,637,966	16,617,720	36,255,686
Total Assets	41,482,703	24,936,349	66,419,052	37,793,315	22,280,333	60,073,648
Deferred Outflows of Resources	315,445	33,149	348,594	270,143	28,117	298,260
Other liabilities	1,482,853	413,667	1,896,520	4,221,222	576,880	4,798,102
Long-term liabilities	5,030,106	4,557,426	9,587,532	5,332,845	4,840,078	10,172,923
Total Liabilities	6,512,959	4,971,093	11,484,052	9,554,067	5,416,958	14,971,025
Deferred Inflows of Resources	83,559	41,889	125,448	82,799	43,704	126,503
Net Position:						
Net investment in capital assets	21,967,995	13,406,922	35,374,917	16,618,661	11,814,057	28,432,718
Restricted	4,009,884	-	4,009,884	7,183,637	-	7,183,637
Unrestricted	9,223,751	6,549,594	15,773,345	4,624,294	5,033,731	9,658,025
Total Net Position	$ 35,201,630	$19,956,516	$55,158,146	$ 28,426,592	$16,847,788	$45,274,380

The table below provides a summary of the changes in the City's net position for the years ended September 30, 2021 and 2020.

Summary of Changes in Net Position

	For the Year Ended September 30, 2021			For the Year Ended September 30, 2020		
	Governmental Activities	Business-Type Activities	Total Primary Government	Governmental Activities	Business-Type Activities	Total Primary Government
Revenues						
Program revenues:						
Charges for services	$ 3,289,957	$ 5,510,891	$ 8,800,848	$ 1,744,882	$ 3,863,581	$ 5,608,463
Operating grants and contributions	411,260	35,000	446,260	1,911,251	35,000	1,946,251
Capital grants and contributions	2,743,000	449,543	3,192,543	-	2,784,151	2,784,151
General revenues:						
Property taxes	2,134,878	-	2,134,878	1,770,900	-	1,770,900
Sales taxes	3,730,096	-	3,730,096	2,962,579	-	2,962,579
Franchise tax	267,656	-	267,656	261,028	-	261,028
Unrestricted investment earnings	19,282	-	19,282	100,084	-	100,084
Miscellaneous revenue (expense)	111,287	99,680	210,967	88,455	35,250	123,705
Total Revenues	12,707,416	6,095,114	18,802,530	8,839,179	6,717,982	15,557,161
Expenses						
General government	640,498	-	640,498	689,319	-	689,319
Streets and parks	1,052,599	-	1,052,599	984,751	-	984,751
Court	170,872	-	170,872	186,284	-	186,284
Library	324,248	-	324,248	312,794	-	312,794
Public safety	1,734,954	-	1,734,954	1,572,045	-	1,572,045
Finance and planning	585,973	-	585,973	506,740	-	506,740
Economic development	119,706	-	119,706	125,872	-	125,872
Public works	613,076	-	613,076	380,984	-	380,984
Non-departmental	258,503	-	258,503	210,212	-	210,212
Interest on long-term debt	140,026	-	140,026	166,869	-	166,869
Water and sewer operations	-	3,471,386	3,471,386	-	2,866,026	2,866,026
Total Expenses	5,640,455	3,471,386	9,111,841	5,135,870	2,866,026	8,001,896
Change in Net Position Before Transfers	7,066,961	2,623,728	9,690,689	3,703,309	3,851,956	7,555,265
Transfers	(485,000)	485,000	-	(35,000)	35,000	-
Total	(485,000)	485,000	-	(35,000)	35,000	-
Change in Net Position	6,581,961	3,108,728	9,690,689	3,668,309	3,886,956	7,555,265
Beginning Net Position, As Restated	28,619,669	16,847,788	45,467,457	24,758,283	12,960,832	37,719,115
Ending Net Position	$ 35,201,630	$19,956,516	$55,158,146	$ 28,426,592	$16,847,788	$45,274,380

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position serves as one useful indicator of a government's financial position. In the case of the City, net position totaled $55,158,146 at the close of FY21. Net assets increased from the prior years restated balance by $9,690,689 (21%) during fiscal year 2021.

Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased by $6,115,320 (63%) during 2021.

Sixty-four percent (64%) ($35,374,917/$55,158,146) [page 10] of the City's net position is invested in capital assets; land, buildings, streets, vehicles, electronic equipment, and infrastructure, less any outstanding debt used to acquire these assets. The City uses capital assets to provide services to the citizens they serve; consequently, these assets are not available for future spending.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of government's net resources available for spending at the end of the period.

As the City completed the year 2021, its governmental funds, as presented in the balance sheet [page 12], reported a combined fund balance of $13,222,203 [page 12] compared to $14,099,383 in FY20. This represents a decrease of $877,180 [page 14]. Approximately 70% ($9,209,522/ $13,222,203) of this total amount is the unassigned fund balance, which is available for spending at the City's discretion. The remaining fund balances are restricted or committed as further explained in the notes to the financial statements which begin on page 20.

The General Fund is the chief operating fund of the City. At the end of the current period, the unassigned fund balance of the General Fund totaled $7,852,255 while the total fund balance was $7,890,714. As a measure of the General Fund's liquidity, it may be useful to compare the unassigned fund balance to total General Fund expenditures [page 14]. Unassigned fund balance represents 187% ($7,852,255 / $4,194,316) of total FY21 General Fund expenditures.

Revenues for the City's General Fund were $7,691,852 [page 14], while total expenditures were $4,194,316 [page 14]. The General Fund had a net increase in fund balance of $1,147,428.

Revenues for the City's proprietary fund were $6,095,114, while total expenses were $3,471,386. After including transfers in and out, total Water and Sewer Fund net position increased by $3,108,728. The current year increase was largely due to an increase in water service revenue.

Other Analysis of the City's Funds

Budget versus Actual for the General Fund:

For the required supplemental information of budget versus actual report shown on [page 47], the statement reflects a positive budget variance of $1,293,095. One contributing factor was that actual licenses and permits revenue was $933,135 more than the amended budget; however, overall expenditures were $145,231 less than the amended budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment (net of depreciation) in capital assets for all activities as of September 30, 2021 is $44,712,734 compared to $36,255,686 at September 30, 2020. This is a net increase in capital assets of $8,457,048 and mostly attributable to street and drainage improvements and additions to water system infrastructure.

Long-term Debt

At September 30, 2021, the City had total bonded debt and contractual obligations outstanding of $9,021,000. This is a decrease of $559,000 from the prior year. Principal payments on bonds and contractual obligations totaled $559,000 and all payments were made when due.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The 2021-2022 budget reflects the positive financial condition of the City, and the ongoing mission of the Haslet City Council to provide cost-effect programs and responsive services to enhance the quality of life in Haslet. The City accomplishes this through the utilization of sound fiscal policy directives and a conservative approach in revenue and expenditure forecasting.

Sales tax revenue and property tax revenue are the two largest revenue sources for the City's governmental funds. Property taxes are expected to increase by 3.499% and sales taxes are budgeted 4.4% over the budget for 2020-2021. The increase in sales tax is due to the increase in residential construction in Haslet. Due to the nature of the volatility in sales tax receipts, the City has been conservative in projecting sales tax revenue and actual receipts have generally met expectations. New home construction starts will continue to add to the sales tax revenue in 2021-22. The City will also see increases in other revenues related to development in the city such as permits and inspection fees.

Each year, a major objective of the budget process is to maximize revenue, focus on identifying cost-savings measures and to cut expenses however possible. The non-recurring capital requests are transferred to a Capital Projects Fund, which is funded by General Fund excess revenues over expenditures at year-end. Operating expenditures in the General Fund are expected to increase approximately 19.7% over the 2020-2021 adopted budget. A four percent merit increase is proposed for City employees and additional personnel were authorized for the departments of Finance, Public Works, Code Enforcement, and IT.

The Water/Wastewater Fund budget anticipates an increase in expenditures of approximately 17.3%. This is due primarily to the expected increase in water purchases and sewer treatment expenses and the addition of personnel. The City has a policy to pass through all, or part of the additional charges originating from the City's wholesale contracts with the City of Fort Worth and the Trinity River Authority.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact City of Haslet, Finance Director, 101 Main Street, Haslet, Texas 76052.

BASIC FINANCIAL STATEMENTS

CITY OF HASLET, TEXAS

STATEMENT OF NET POSITION

AS OF SEPTEMBER 30, 2021

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit - CEDC Type B
Assets				
Cash and investments	$ 13,645,796	$ 5,208,038	$ 18,853,834	$ 3,661,372
Receivables (net of allowances):				
Taxes	180,267	-	180,267	-
Court	220,926	-	220,926	-
Accounts	-	824,006	824,006	-
Miscellaneous	14,763	-	14,763	-
Intergovernmental	585,513	1,040	586,553	234,205
Inventories	-	20,509	20,509	959,789
Prepaid items	35,662	-	35,662	-
Net pension asset	15,114	3,221	18,335	355
Restricted assets:				
Cash and cash equivalents	-	951,463	951,463	-
Capital assets (net of acc. depreciation)				
Non-depreciable	13,376,138	3,209,456	16,585,594	5,825,999
Net depreciable capital assets	13,408,524	14,718,616	28,127,140	-
Total Assets	41,482,703	24,936,349	66,419,052	10,681,720
Deferred Outflows of Resources				
Deferred outflows - OPEB	13,607	3,218	16,825	-
Deferred outflows - pension	140,463	29,931	170,394	3,300
Deferred charges on refunding	161,375	-	161,375	-
Total Deferred Outflows of Resources	315,445	33,149	348,594	3,300
Liabilities				
Accounts payable	808,997	153,895	962,892	5,500
Accrued liabilities	117,630	40,657	158,287	11,292
Due to other governments	217,958	-	217,958	-
Customer deposits	-	203,499	203,499	2,250
Interest payable	5,187	-	5,187	6,557
Compensated absences	94,835	15,616	110,451	-
Unearned revenue	238,246	-	238,246	-
Noncurrent liabilities:				
Total OPEB liability	52,064	12,317	64,381	-
Debt due within one year	313,961	289,597	603,558	138,556
Debt due in more than one year	4,664,081	4,255,512	8,919,593	3,834,022
Total Liabilities	6,512,959	4,971,093	11,484,052	3,998,177
Deferred Inflows of Resources				
Deferred charges on refunding	-	23,959	23,959	-
Deferred inflows - pension	78,275	16,680	94,955	1,839
Deferred inflows - OPEB	5,284	1,250	6,534	-
Total Deferred Inflows of Resources	83,559	41,889	125,448	1,839
Net Position				
Net investment in capital assets	21,967,995	13,406,922	35,374,917	1,952,122
Restricted	4,009,884	-	4,009,884	-
Unrestricted	9,223,751	6,549,594	15,773,345	4,732,882
Total Net Position	$ 35,201,630	$ 19,956,516	$ 55,158,146	$ 6,685,004

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	CEDC (Type B)
Governmental activities:								
General government	$ 640,498	$ 2,914,624	$ -	$ 2,743,000	$ 5,017,126		$ 5,017,126	
Streets and parks	1,052,599	217,182	411,260	-	(424,157)		(424,157)	
Court	170,872	158,151	-	-	(12,721)		(12,721)	
Library	324,248	-	-	-	(324,248)		(324,248)	
Public Safety	1,734,954	-	-	-	(1,734,954)		(1,734,954)	
Finance and planning	585,973	-	-	-	(585,973)		(585,973)	
Economic development	119,706	-	-	-	(119,706)		(119,706)	
Public works	613,076	-	-	-	(613,076)		(613,076)	
Non-departmental	258,503	-	-	-	(258,503)		(258,503)	
Interest and charges on long-term debt	140,026	-	-	-	(140,026)		(140,026)	
Total governmental activities	5,640,455	3,289,957	411,260	2,743,000	803,762		803,762	
Business-type activities:								
Water and Sewer	3,471,386	5,510,891	35,000	449,543	-	2,524,048	2,524,048	
Total business-type activities	3,471,386	5,510,891	35,000	449,543	-	2,524,048	2,524,048	
Total primary government	$ 9,111,841	$ 8,800,848	$ 446,260	$ 3,192,543	803,762	2,524,048	3,327,810	
Component unit:								
Community & Economic Development	262,163	-	-	-				(262,163)
Total component unit	$ 262,163	$ -	$ -	$ -				$ (262,163)
General Revenues and Transfers:								
Property taxes					2,134,878	-	2,134,878	-
Sales taxes					3,730,096	-	3,730,096	1,238,593
Franchise taxes					267,656	-	267,656	-
Unrestricted investment earnings					19,282	-	19,282	7,747
Other revenue					111,287	99,680	210,967	38,500
Transfers in (out)					(485,000)	485,000	-	-
Total General Revenues and Transfers					5,778,199	584,680	6,362,879	1,284,840
Change in Net Position					6,581,961	3,108,728	9,690,689	1,022,677
Beginning Net Position, As Restated					28,619,669	16,847,788	45,467,457	5,662,327
Ending Net Position					$ 35,201,630	$ 19,956,516	$ 55,158,146	$ 6,685,004

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

AS OF SEPTEMBER 30, 2021

	General Fund	EDC (Type A)	Capital Projects Fund	Street Maintenance Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and investments	$ 8,161,532	$ 2,797,394	$ 1,267,509	$ 114,995	$ 1,304,366	$ 13,645,796
Receivables: (net)						
Taxes	51,455	-	-	117,103	11,709	180,267
Court	220,926	-	-	-	-	220,926
Other	14,763	-	-	-	-	14,763
Intergovernmental	468,410	117,103	-	-	-	585,513
Prepaid items	35,662	-	-	-	-	35,662
Total Assets	$ 8,952,748	$ 2,914,497	$ 1,267,509	$ 232,098	$ 1,316,075	$ 14,682,927
Liabilities						
Accounts payable	$ 660,853	$ 1,383	$ 140,015	$ 2,325	$ 4,421	$ 808,997
Accrued liabilities	116,610	1,020	-	-	-	117,630
Unearned revenue - federal grant	-	-	-	-	238,246	238,246
Due to other governments	217,958	-	-	-	-	217,958
Total Liabilities	995,421	2,403	140,015	2,325	242,667	1,382,831
Deferred Inflows of Resources						
Unearned revenue due to property tax and other	66,613	-	-	-	11,280	77,893
Total Deferred Inflows of Resources	66,613	-	-	-	11,280	77,893
Fund Balances						
Nonspendable	35,662	-	-	-	-	35,662
Restricted	-	2,912,094	-	-	393,624	3,305,718
Assigned	2,797	-	-	-	-	2,797
Committed	-	-	-	-	668,504	668,504
Unassigned	7,852,255	-	1,127,494	229,773	-	9,209,522
Total Fund Balances	7,890,714	2,912,094	1,127,494	229,773	1,062,128	13,222,203
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 8,952,748	$ 2,914,497	$ 1,267,509	$ 232,098	$ 1,316,075	$ 14,682,927

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

AS OF SEPTEMBER 30, 2021

Total Fund Balances - Governmental Funds Balance Sheet	$ 13,222,203
Amounts reported for governmental activities in the Statement of Net Position ("SNP") are different because:	
Capital assets used in governmental activities are not reported in the funds.	26,784,662
Property taxes receivable and court fines unavailable to pay for current period expenditures are deferred in the funds.	77,893
Payables for bond and certificates of obligation principal, which are not due in the current period, are not reported in the funds.	(4,978,042)
Payables for bond interest, which are not due in the current period, are not reported in the funds.	(5,187)
Payables for compensated absences, which are not due in the current period, are not reported in the funds.	(94,835)
Deferred bond refunding losses are not reported in the funds.	161,375
The City's proportionate share of the OPEB liability and net pension liability are not reported in the funds.	(36,950)
Deferred resource inflows related to the pension and OPEB plans are not reported in the funds.	(83,559)
Deferred resource outflows related to the pension and OPEB plans are not reported in the funds.	154,070
Net Position of Governmental Activities	$ 35,201,630

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	General Fund	EDC (Type A)	Capital Projects Fund	Street Maintenance Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes:						
Sales taxes	$ 2,491,504	$ 619,296	$ -	$ 619,296	$ -	$ 3,730,096
Property taxes, penalties, and interest	1,788,410	-	-	-	335,065	2,123,475
Franchise taxes	267,656	-	-	-	-	267,656
Licenses and permits	2,731,935	-	-	-	-	2,731,935
Fines	151,128	-	-	-	7,023	158,151
Interest	11,204	5,263	511	912	1,392	19,282
Other	98,219	-	-	-	13,068	111,287
Contributions & grants	-	-	-	-	411,260	411,260
Park development fees	-	-	-	-	217,182	217,182
Hotel occupancy tax	-	-	-	-	30,893	30,893
Fire protection	127,000	-	-	-	-	127,000
Gas royalties	24,796	-	-	-	-	24,796
Total Revenues	7,691,852	624,559	511	620,208	1,015,883	9,953,013
Expenditures						
Current:						
Public safety	733,193	-	-	-	-	733,193
Fire	705,666	-	-	-	-	705,666
Administration	356,960	-	-	-	7,385	364,345
Planning	379,788	-	-	-	-	379,788
Library	315,964	-	-	-	8,284	324,248
Public works	496,218	-	-	-	-	496,218
Parks	166,029	-	-	-	42,608	208,637
Non-departmental	258,446	-	57	-	-	258,503
Finance	206,185	-	-	-	-	206,185
Court	164,363	-	-	-	6,509	170,872
City secretary	170,798	-	-	-	-	170,798
Economic development	72,582	47,124	-	-	-	119,706
Streets	166,494	-	-	-	-	166,494
Miscellaneous	1,630	-	-	-	-	1,630
Capital outlays	-	2,878,515	1,056,234	1,424,838	216,961	5,576,548
Debt service:						
Principal	-	60,000	-	-	229,000	289,000
Interest	-	82,400	-	-	90,962	173,362
Total Expenditures	4,194,316	3,068,039	1,056,291	1,424,838	601,709	10,345,193
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,497,536	(2,443,480)	(1,055,780)	(804,630)	414,174	(392,180)
Other Financing Sources (Uses)						
Transfers in	6,890	-	2,184,341	-	172,657	2,363,888
Transfers out	(2,356,998)	(41,890)	-	-	(450,000)	(2,848,888)
Total Other Financing Sources (Uses)	(2,350,108)	(41,890)	2,184,341	-	(277,343)	(485,000)
Net Change in Fund Balances	1,147,428	(2,485,370)	1,128,561	(804,630)	136,831	(877,180)
Beginning Fund Balances, as Restated	6,743,286	5,397,464	(1,067)	1,034,403	925,297	14,099,383
Ending Fund Balances	$ 7,890,714	$ 2,912,094	$ 1,127,494	$ 229,773	$ 1,062,128	$ 13,222,203

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net Change in Fund Balances - Total Governmental Funds	$ (877,180)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	5,576,548
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,172,855)
Certain property tax and court revenues are deferred in the funds. This is the change in these amounts.	11,403
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	289,000
(Increase) decrease in accrued interest from beginning of period to end of period and amortization of bond premium and discount.	33,339
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(5,455)
Capital contributions are not reported in the funds but are in the SOA.	2,743,000
Pension and OPEB expenses relating to GASB 68/75 are recorded in the SOA but not in the funds.	(15,839)
Change in Net Position of Governmental Activities	$ 6,581,961

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF NET POSITION
PROPRIETARY FUND
AS OF SEPTEMBER 30, 2021

	Water & Sewer Fund
Assets	
Current Assets:	
Cash and investments	$ 5,208,038
Receivables (net of allowances for uncollectible):	
Accounts	824,006
Intergovernmental	1,040
Inventories	20,509
Total Current Assets	6,053,593
Noncurrent Assets:	
Restricted cash and cash equivalents	951,463
Net pension asset	3,221
Capital assets:	
Non-depreciable	3,209,456
Net depreciable capital assets	14,718,616
Total Noncurrent Assets	18,882,756
Total Assets	24,936,349
Deferred Outflows of Resources	
Deferred outflows - pension	29,931
Deferred outflows - OPEB	3,218
Total Deferred Outflows of Resources	33,149
Liabilities	
Current Liabilities:	
Accounts payable	153,895
Accrued liabilities	40,657
Customer deposits	203,499
Compensated absences	15,616
Current portions of long-term debt	289,597
Total Current Liabilities	703,264
Noncurrent Liabilities:	
Bonds and certificates of obligation payable (net)	4,255,512
Total OPEB liability	12,317
Total Noncurrent Liabilities	4,267,829
Total Liabilities	4,971,093
Deferred Inflows of Resources	
Deferred charges on refunding	23,959
Deferred inflows - pension	16,680
Deferred inflows - OPEB	1,250
Total Deferred Inflows of Resources	41,889
Net Position	
Net investment in capital assets	13,406,922
Unrestricted	6,549,594
Total Net Position	$ 19,956,516

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - PROPRIETARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Water & Sewer Fund
Operating Revenues	
Water service	$ 3,061,523
Sewer service	570,131
Tap connection fees	288,075
Solid waste Collection	159,407
Penalties and interest	23,001
Total Operating Revenues	4,102,137
Operating Expenses	
Administration	229,393
Operating	2,226,973
Shared public works expense	233,759
Permits and labs	158,001
Depreciation	498,475
Total Operating Expenses	3,346,601
Operating Income (Loss)	755,536
Nonoperating Revenues (Expenses)	
Miscellaneous income	99,680
Interest expense	(124,785)
Water and sewer impact fees	1,408,754
Contributions	35,000
Capital contributions	449,543
Total Nonoperating Revenues (Expenses)	1,868,192
Income (Loss) Before Transfers	2,623,728
Transfers in	898,105
Transfers out	(413,105)
Total Transfers	485,000
Change in Net Position	3,108,728
Beginning Net Position	16,847,788
Ending Net Position	$ 19,956,516

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Water & Sewer Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	$ 3,909,519
Cash Payments to Suppliers for Goods and Services	(236,830)
Cash Payments to Employees for Services	(2,745,357)
Net Cash Provided (Used) by Operating Activities	927,332
Cash Flows from Non-capital and Related Financing Activities:	
Contributions and Other Non-Operating	1,543,434
Transfers to Other Funds	(413,105)
Transfers from Other Funds	898,105
Net Cash Provided (Used) by Non-Capital & Related Financing Activities	2,028,434
Cash Flows from Capital and Related Financing Activities:	
Principal and Interest Paid	(403,475)
Acquisition or Construction of Capital Assets	(1,359,285)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,762,760)
Net Increase (decrease) in Cash and Cash Equivalents	1,193,006
Cash and Cash Equivalents at Beginning of Year	
Unrestricted Cash and Investments	2,414,379
Restricted Cash	2,552,116
	4,966,495
Cash and Cash Equivalents at End of Year	
Unrestricted Cash and Investments	5,208,038
Restricted Cash	951,463
	$ 6,159,501
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	755,536
Depreciation and Amortization	498,475
Change in Assets and Liabilities:	
Decrease (Increase) in Receivables	(192,618)
Decrease (Increase) in Inventories	35,611
Decrease (Increase) in Deferred Outflows of Resources	(5,032)
Decrease (Increase) in Net Pension Asset/Liability	4,349
Decrease (Increase) in Total OPEB Asset/Liability	1,945
Increase (Decrease) in Accounts Payable	(229,296)
Increase (Decrease) in Deferred Inflows of Resources	(1,815)
Increase (Decrease) in Accrued Liabilities	(1,792)
Increase (Decrease) Customer Deposits	61,969
Total Adjustments	171,796
Net Cash Provided (Used) by Operating Activities	$ 927,332
Schedule of Non-Cash Capital and Related Financing Activities:	
Contributions of Capital Assets	$ 449,543

The accompanying notes are an integral part of this statement.

CITY OF HASLET, TEXAS

STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY AGENCY FUNDS

HASLET PUBLIC IMPROVEMENT DISTRICTS (PID)

AS OF SEPTEMBER 30, 2021

	PID #2	PID #3	PID #4	PID #5	PID #6	PID #7	PID #8	Total Agency Funds
Assets								
Restricted cash and cash equivalents	$ -	$ 308,474	$15,050	$ 475,550	$79,833	$ 4,049	$11,782	$ 894,738
Total Assets	-	308,474	15,050	475,550	79,833	4,049	11,782	894,738
Liabilities								
Liabilities to developers and bondholders	-	308,474	15,050	475,550	79,833	4,049	11,782	894,738
Total Liabilities	-	308,474	15,050	475,550	79,833	4,049	11,782	894,738
Net Position								
Restricted	-	-	-	-	-	-	-	-
Total Net Position	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

The accompanying notes are an integral part of this statement.

I. SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Government-wide Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. Governmental activities normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions.

B. Reporting Entity

The City of Haslet, Texas (the City) was incorporated as a Type A general law municipality in 1961 under the provisions of Chapter 11 Title 28; Texas revised civil statutes of 1925. The City operates under a Mayor/Council form of government. The City provides such services as are authorized by the Texas Local Government Code to advance the welfare, health, comfort, safety and convenience of the City and its inhabitants.

The accounting policies of the City of Haslet, Texas, conform to generally accepted accounting principles issued by the Governmental Accounting Standards Board which is the recognized financial accounting standard setting body for governmental entities. The notes to the financial statements are an integral part of the City's financial statements.

The City's (primary government) financial statements include its component units. The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "The Financial Reporting Entity," in that financial statements include all organizations, activities, functions and component units for which the City (the "primary government") is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City. Additionally, the primary government may be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board. Accordingly the City has included the following:

Blended Component Unit

The Haslet Economic Development Corporation (Type A) was created under the law known as the Development Corporation Act of 1979. Type A is governed by a board of directors comprised of members appointed by the City Council. Capital improvement projects undertaken by Type A are for the benefit of the City. Type A may not issue debt without approval of the City Council. The City must approve changes to Type A's articles of incorporation, may unilaterally terminate Type A, and has residual interest in the net position of Type A. Type A reports its activities using a special revenue fund and it does not issue separate financial statements.

Discretely Presented Component Unit

The Haslet Community and Economic Development Corp. Fund (CEDC) (Type B) was created under the law known as the Development Corporation Act of 1979. Type B is governed by a board of directors comprised of members appointed by the City Council. Capital improvement projects undertaken by Type B benefit parties external to the City, as well as, for the City. Type B may not issue debt without approval of the City Council.

The City must approve changes to Type B's articles of incorporation, may unilaterally terminate Type B, and has residual interest in the net position of Type B. Type B does not issue separate financial statements.

C. Basis of Presentation – Government-wide

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Haslet Economic Development Corporation Fund (Type A) – accounts for use of sales tax revenue for business incentives.

Capital Projects Fund – accounts for use of debt used for related construction projects.

Street Maintenance Fund – accounts for use of sales tax revenue for street maintenance.

The City reports the following major enterprise fund:

The Water and Sewer Fund operates the water distribution system and the wastewater collection system.

The City reports the following Fiduciary Funds:

The City acts as an agent for the Public Improvement Districts (PID). There are seven active PID Agency Funds that account for special assessments and bond proceeds, as applicable, for PID #2 through #8. See Note IV for further discussion of PID #2 - #8.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

E. Measurement Focus, Basis of Accounting, and Basis of Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, franchise taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, miscellaneous revenue, and interest income.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewer Fund are charges to customers for sales and services. This fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

F. Budgetary Information, Budget Procedures

The City Council adheres to the following procedures in establishing the budgets reflected in the accompanying basic financial statements:

1. Annual budgets are adopted on the modified accrual basis of accounting for all governmental funds except the Capital Projects Fund. The Capital Projects and CO Capital Projects Funds adopt project length budgets.

2. Between sixty and ninety days prior to the beginning of the fiscal year, the Mayor submits to the City Council a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.

3. Public hearings are conducted, at which time all interested persons comments concerning the budget are heard.

4. Fifteen days prior to the beginning of the fiscal year, the budget is legally adopted by the City Council enacted through the passage of an ordinance.

5. The Mayor is authorized to transfer budgeted amounts between departments within any fund; however, any revision that increases the total expenditures of any fund must be approved by the City Council. Therefore, the legal level of budgetary control is the fund level.

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

H. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Deposits and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the City to invest in (1) obligations of the United States or its agencies and instrumentalities, excluding mortgage-backed securities; (2) direct obligations of the State of Texas or its agencies and instrumentalities; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities, excluding mortgage-backed securities; (4) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or the National Credit Union Share Insurance fund, or its successor, (B) secured obligations that are described by Section 2256.009(a) of the Texas Public Funds Investment Act, including mortgage-backed securities issued by a federal agency or instrumentality, but excluding those mortgage-backed securities of the nature described in Section 2256.009(b) of the Act, (C) secured in any other manner and amount provided by law for deposits of the City; or, (5) eligible local government investment pools which invest in instruments and follow practices allowed by current law as defined in Section 2256.016 of the Texas Public Funds Investment Act; (6) regulated no-load money market mutual funds that are (A) registered with and regulated by the Securities and Exchange Commission; (B) having a dollar-weighted average portfolio of ninety (90) days or less; (C) the investment objectives include the maintenance of a stable net asset value of one dollar ($1.00) per share; and (D) the fund is continuously rated no lower than "AAA" or its equivalent rating by at least one nationally recognized rating service; and (7) repurchase agreements, reverse repurchase agreements, bankers' acceptances and commercial paper, to the extent they are contained in the portfolios of approved public funds investment pools in which the City invests.

Investments maturing within one year of date of purchase are stated at cost or amortize cost; all other investments are stated at fair value which is based on quoted market prices.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of the interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectible accounts. Water and sewer accounts receivable in excess of 60 days and available customer deposits comprise the allowance for uncollectible accounts.

3. Property taxes

The appraisal of property within the City is the responsibility of the Tarrant and Denton County Appraisal Districts as required by legislation passed by the Texas Legislature. Each Appraisal District is required under such legislation to assess all property within the Appraisal District on the basis of 100% of its appraised value and is prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every five years; however, the City may, at its own expense, require annual reviews of appraised values. The City may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action.

The City's property tax is levied and recorded as a receivable each October 1, on the assessed value listed as of the prior January 1, for all real and business property located in the City. Taxes are delinquent on February 1 following the October 1 levy date. A statutory lien becomes effective on all property with unpaid taxes as of January 1 of the year following the assessment.

4. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., streets, sidewalks, bridges, underground structures and piping, roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Generally, capital assets are defined by the City as assets with an initial, individual cost of more than $2,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated lives:

Buildings	15 – 30 years
Water and sewer system infrastructure	20 – 50 years
Street and storm drainage system infrastructure	10 – 30 years
Furniture and equipment	5 – 10 years

6. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. A deferred outflow of resources is reported for deferred pension and OPEB balances which are amortized over future periods.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from several sources, including, property taxes, court fines, and special assessments. A deferred inflow of resources is also reported for deferred pension and OPEB balances which are amortized over future periods.

The government reports deferred charges on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred as an outflow or inflow and amortized over the shorter of the life of the refunded or refunding debt.

7. Compensated absences

Vacation

It is the City's policy to permit employees to accumulate earned but unused vacation pay benefits. No liability is reported for unpaid accumulated sick leave. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they are expected to be liquidated with expendable available financial resources, for example, as a result of employee resignations and retirements.

Sick Leave

Accumulated sick leave lapses when employees leave the employ of the City and, upon separation from service, no monetary obligation exists. Liabilities for compensated absences are liquidated by the General Fund.

8. Long-term obligations

In the government-wide financial statements, and proprietary fund type fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line method which approximate the effective interest method. Bonds payable are reported net of the applicable bond premium discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period.

The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Net position flow assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

10. Fund balance flow assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

11. Fund balance policies

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Non spendable fund balances category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted fund balances are reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

Committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the City Council. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. Assigned amounts in the General Fund represent intended uses established by the City Council.

Unassigned fund balances are the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classifications is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

12. Proprietary funds operating and non-operating revenues and expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Fund are charges to customers for sales and services. The Water Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

I. Revenues and Expenditures/Expenses

Program revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

J. Pension and Other Post-Employment Benefits (OPEB)

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Information regarding the City's Total Pension Liability and Total OPEB Liability is obtained from the TMRS through reports prepared for the City by TMRS consulting actuary, Gabriel Roeder Smith & Company, in accordance with Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and Financial Reporting for Pensions and GASB No. 75 Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Deposits and Investments

Custodial Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. At year end, the carrying amount of the primary government and component unit's financial institution cash deposits was $23,366,636 and the bank balance was $24,218,702. Of this balance, $14,048,784 was secured by federal deposit insurance and collateral (fair value of $24,803,373) pledged by the depository in the City's name and held by the depository's agent. The remaining balance is collateralized by investments, see TexPool disclosure below. The City also had $1,300 of cash on hand at September 30, 2021.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the City's investments were held by the counterparty's agent as of September 30, 2021.

	Carrying Amount	Fair Value	Rating Standard & Poors	Weighted Average Maturity
Primary Government				
Cash	$ 8,583,883			
Restricted cash	228,927			
Investment not subject to categorization:				
Government sponsored investment pool (TexPool)	10,169,918	$ 10,169,918	AAAm	59 days
Restricted government sponsored investment pool (TexPool)	722,536	$ 722,536	AAAm	59 days
	$ 19,705,264			
Discrete Component Unit - EDC Type B				
Cash	$ -			
Investment not subject to categorization:				
Government sponsored investment pool (TexPool)	3,661,372	$ 3,661,372	AAAm	59 days
	$ 3,661,372			

TexPool is an external investment pool operated by the Texas Comptroller of Public Accounts and is not SEC registered. The Texas Interlocal Cooperation Act and the Texas Public Funds Investments Act provide for creation of public funds investment pools and permit eligible governmental entities to jointly invest their funds in authorized investments. The State Comptroller has established an advisory board composed both of participants in TexPool and of other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure.

B. Receivables

Receivables as of year-end for the City's individual major funds, and nonmajor funds in the aggregate, including the applicable allowance for uncollectible accounts, are as follows:

	Governmental Activities						
	General	EDC Type A	Street Maintenance Fund	Nonmajor Governmental Funds	Total	Business-Type Activities	Component Unit EDC Type B
Taxes	$ 51,455	$ -	$ 117,103	$ 11,709	$ 180,267	$ -	$ -
Court	296,744	-	-	-	296,744	-	-
Other	14,763	-	-	-	14,763	831,594	-
Intergovernmental	468,410	117,103	-	-	585,513	1,040	234,205
Allowance	(75,818)	-	-	-	(75,818)	(7,588)	-
	$ 755,554	$ 117,103	$ 117,103	$ 11,709	$ 1,001,469	$ 825,046	$ 234,205

Deferred Revenue: Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred revenue reported in governmental funds were as follows:

	Deferred Revenue
Major Funds	
Delinquent property taxes receivable (General Fund)	$ 66,613
Nonmajor Funds	
Delinquent property taxes receivable (General Obligation Debt Service Fund)	10,730
Deferred revenue (Park Board Fund)	550
Total Deferred Revenue for Governmental Funds	$ 77,893

C. Capital Assets

Capital assets are recorded at cost or, if donated, at fair market value at the date of receipt. In accordance with GASB-34, depreciation policies were adopted to include useful lives and classification by function. Infrastructure assets are listed at estimated or actual historical costs. General capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in governmental-type activities. Donated capital assets are valued at their estimated fair market value on the date of donation.

The City uses the following criteria to classify capital assets:

Useful life exceeds one year, and cost equals $2,000 or more for assets acquired by governmental funds. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation and amortization of capital assets are estimated using the straight line method over estimated useful lives and are charged as an expense against operations. Accumulated depreciation and amortization are reported for governmental activities.

Capital asset activity for the primary government for the year ended September 30, 2021:

Governmental Activities:	**Beginning Balances**	**Increases**	**Decreases/ Reclasses**	**Ending Balances**
Capital assets, not being depreciated				
Land	$ 2,199,392	$ -	$ -	$ 2,199,392
Construction in progress	5,268,653	7,452,145	(1,544,052)	11,176,746
Total capital assets not being depreciated	7,468,045	7,452,145	(1,544,052)	13,376,138
Capital assets, being depreciated				
Buildings	3,684,157	2,700	-	3,686,857
Furniture, fixtures, tools, and equipment	1,188,494	38,831	-	1,227,325
Vehicles	2,952,177	131,595	-	3,083,772
Improvements other than buildings	1,403,190	193,184	-	1,596,374
Street and drainage improvements	15,992,757	2,045,147	-	18,037,904
Total capital assets being depreciated	25,220,775	2,411,457	-	27,632,232
Less accumulated depreciation	13,050,853	1,172,855	-	14,223,708
Total accumulated depreciation	13,050,853	1,172,855	-	14,223,708
Net capital assets being depreciated	12,169,922	1,238,602	-	13,408,524
Total Capital Assets	$19,637,967	$ 8,690,747	$ (1,544,052)	$ 26,784,662

Business-Type Activities	**Beginning Balances**	**Increases**	**Decreases/ Reclasses**	**Ending Balances**
Capital assets, not being depreciated				
Land	$ 20,142	$ -	$ -	$ 20,142
Construction in progress	1,387,052	1,802,262	-	3,189,314
Total capital assets not being depreciated	1,407,194	1,802,262	-	3,209,456
Capital assets, being depreciated				
Buildings and improvements	7,142	-	-	7,142
Equipment	406,826	-	-	406,826
Water and sewer system infrastructure	19,461,882	6,564	-	19,468,446
Total capital assets being depreciated	19,875,850	6,564	-	19,882,414
Less accumulated depreciation	4,665,323	498,475	-	5,163,798
Total accumulated depreciation	4,665,323	498,475	-	5,163,798
Net capital assets being depreciated	15,210,527	(491,911)	-	14,718,616
Total Capital Assets	$16,617,721	$ 1,310,351	$ -	$ 17,928,072

Component Unit (Type B) Activities	**Beginning Balances**	**Increases**	**Decreases/ Reclasses**	**Ending Balances**
Capital assets, not being depreciated				
Construction in progress	$ 537,634	$ 5,288,365	$ -	$ 5,825,999
Total capital assets not being depreciated	$ 537,634	5,288,365	-	5,825,999
Total Capital Assets	$ 537,634	$ 5,288,365	$ -	$ 5,825,999

Depreciation expense was charged to governmental activities functions/programs of the primary government as follows:

General administration	$ 81,823
Fire	296,401
Streets	604,457
Parks and recreation	73,316
Public works	116,858
Total Governmental Activities Depreciation Expense	$ 1,172,855

D. Interfund Transfers

Interfund transfers are used to pay an allocation of general and administrative services, provide funds for debt service, contribute toward the cost of capital projects, and for other operational purposes.

	Transfers To Other Funds	Transfers From Other Funds	Net Transfers
Governmental Funds:			
General	$ 2,356,998	$ 6,890	
Capital Projects	-	2,184,341	
Nonmajor	450,000	172,657	
EDC - Type A	41,890	-	
	$ 2,848,888	$ 2,363,888	$ (485,000)
Proprietary Funds:			
Water and Sewer	$ 413,105	$ 898,105	$ 485,000
	$ 413,105	$ 898,105	$ 485,000

E. Unearned Revenue

On March 11, 2021, the American Rescue Plan Act was signed into law and established the Coronavirus State Fiscal Recovery Fund and the Coronavirus Local Fiscal Recovery Fund, which together make up the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program. In conjunction with this program, the City received $238,246 which has been recorded as unearned revenue, as the proceeds are not spent and thus not earned at September 30, 2021.

F. Long-term Debt

The City of Haslet issues general obligation bonds, certificates of obligation bonds, contractual obligation bonds and notes to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. These issues are direct obligations and pledge the full faith and credit of the City.

Governmental Activities Debt Issuances:

Purpose	Original Amount	Year of Issue	Final Maturity	Interest Rate	Balance 9/30/2021
General Obligation Bonds	$2,335,000	2016	2032	2-4%	$1,435,000
Certificate of Obligations	$1,192,000	2017	2031	2.02%	832,000
Certificate of Obligations	$ 750,000	2018	2031	2.51%	574,000
Revenue Bonds - Type A	$1,875,000	2020	2040	4-5%	1,815,000
Total Governmental Activities Debt Issuances:					$4,656,000

Business-Type Activities Debt Issuances:

Purpose	Original Amount	Year of Issue	Final Maturity	Interest Rate	Balance 9/30/2021
Certificates of Obligations	$4,155,000	2015	2035	2.2-3%	$3,405,000
General Obligation Bonds	$1,560,000	2016	2032	2-4%	960,000
Total Business-Type Activities Debt Issuances:					$4,365,000

Component Unit (Type B) Debt Issuances:

Purpose	Original Amount	Year of Issue	Final Maturity	Interest Rate	Balance 9/30/2021
Revenue Bonds	$3,735,000	2020	2040	4-5%	$3,620,000
Total Component Unit Debt Issuances:					$3,620,000

The annual requirements to amortize governmental activities debt issues outstanding at September 30, 2021 are as follows:

Year	Principal	Interest	Total
2022	$ 292,000	$ 163,381	$ 455,381
2023	304,000	154,390	458,390
2024	317,000	144,954	461,954
2025	321,000	135,051	456,051
2026	333,000	125,059	458,059
2027-2031	1,835,000	441,797	2,276,797
2032-2036	744,000	174,883	918,883
2037-2040	510,000	52,000	562,000
Total	$ 4,656,000	$ 1,391,515	$ 6,047,515

The annual requirements to amortize business-type activities debt issues outstanding at September 30, 2021 are as follows:

Year	Principal	Interest	Total
2022	$ 275,000	$ 134,155	$ 409,155
2023	285,000	125,905	410,905
2024	295,000	117,355	412,355
2025	300,000	108,505	408,505
2026	310,000	99,505	409,505
2027-2031	1,680,000	355,405	2,035,405
2032-2035	1,220,000	89,100	1,309,100
Total	$ 4,365,000	$ 1,029,930	$ 5,394,930

The annual requirements to amortize component unit (Type B) activities debt issues outstanding at September 30, 2021 are as follows:

Year	Principal	Interest	Total
2022	$ 120,000	$ 158,250	$ 278,250
2023	130,000	152,250	282,250
2024	135,000	145,750	280,750
2025	140,000	139,000	279,000
2026	150,000	132,000	282,000
2027-2031	860,000	540,750	1,400,750
2032-2036	1,065,000	335,200	1,400,200
2037-2040	1,020,000	104,000	1,124,000
Total	$ 3,620,000	$ 1,707,200	$ 5,327,200

During the year ended September 30, 2021, the following changes occurred in liabilities reported as governmental, business-type, and component unit activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental Activities:					
Certificates of obligation	$ 1,525,000	$ -	$ (119,000)	$ 1,406,000	$ 122,000
General obligation bonds	1,545,000	-	(110,000)	1,435,000	110,000
Revenue bonds - Type A	1,875,000	-	(60,000)	1,815,000	60,000
	4,945,000	-	(289,000)	4,656,000	292,000
Bond premium	371,762	-	(23,738)	348,024	23,738
Bond discount	(27,758)	-	1,777	(25,981)	(1,777)
Total OPEB liability	43,839	8,225	-	52,064	-
Net pension liability	-	-	-	-	-
Accrued compensated absences	89,380	94,835	(89,380)	94,835	94,835
Total Governmental Activities:	$ 5,422,223	$ 103,060	$ (400,341)	$ 5,124,942	$ 408,796

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Business-Type Activities:					
Certificates of obligation	$ 3,600,000	$ -	$ (195,000)	$ 3,405,000	$ 200,000
General obligation bonds	1,035,000	-	(75,000)	960,000	75,000
	4,635,000	-	(270,000)	4,365,000	275,000
Bond premium	203,369	-	(15,290)	188,079	15,290
Bond discount	(8,663)	-	693	(7,970)	(693)
Total OPEB liability	10,372	1,945	-	12,317	-
Net pension liability	-	-	-	-	-
Accrued compensated absences	9,710	15,616	(9,710)	15,616	15,616
Total Business-Type Activities:	$ 4,849,788	$ 17,561	$ (294,307)	$ 4,573,042	$ 305,213

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Component Unit (Type B):					
Certificates of obligation	$ 3,735,000	$ -	$ (115,000)	$ 3,620,000	$ 120,000
	3,735,000	-	(115,000)	3,620,000	120,000
Bond premium	398,448	-	(19,922)	378,526	19,922
Bond discount	(27,314)	-	1,366	(25,948)	(1,366)
Total Component Unit:	$ 4,106,134	$ -	$ (18,556)	$ 3,972,578	$ 138,556

III. RETIREMENT COMMITMENTS

Texas Municipal Retirement Systems

A. Plan Description

The City participates as one of 895 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas.

TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.com. All eligible employees of the City are required to participate in TMRS.

B. Benefits

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state of statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	7
Inactive employees entitled to but not yet receiving benefits	27
Active employees	28
Total	62

C. Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the City matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 8.63% and 8.79% in fiscal years 2020 and 2021, respectively. The City's contributions to TMRS for the year ended September 30, 2021, were $152,450.

D. Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 2020, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.5% to 11.5% including inflation
Investment rate of return	6.75%

Salary increases were based on a service-related table. The retirement age is based on the experience-based table of rates that are specific to the City's plan of benefits. It was last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018. Mortality rates for post-retirement are based on the 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. The pre-retirement members is based on the PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rate (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013.

Effective December 31, 2015, the long-term expected rate of return on TMRS pension plan investments is 6.75%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation and the production of income in order to satisfy the short-term and long-term funding needs of TMRS. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5%.

The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	30.0%	5.30%
Core Fixed Income	10.0%	1.25%
Non-Core Fixed Income	20.0%	4.14%
Real Return	10.0%	3.85%
Real Estate	10.0%	4.00%
Absolute Return	10.0%	3.48%
Private Equity	10.0%	7.75%
Total	100%	

Discount Rate:

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Pet Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability:

	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balance at 12/31/2019	$ 3,349,610	$ 3,393,540	$ (43,930)
Changes for the year:			
Service Cost	273,722	-	273,722
Interest	233,954	-	233,954
Difference between expected and actual experience	47,911	-	47,911
Changes of assumptions	-	-	-
Contributions - employer	-	151,219	(151,219)
Contributions - employee	-	122,588	(122,588)
Net Investment income	-	258,272	(258,272)
Benefit payments, including refunds of emp. contributions	(40,983)	(40,983)	-
Administration expense	-	(1,667)	1,667
Other changes	-	(65)	65
Net Changes	514,604	489,364	25,240
Balance at 12/31/2020	$ 3,864,214	$ 3,882,904	$ (18,690)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate:

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

1% Decrease 5.75%	Current Single Rate Assumption 6.75%	1% Increase 7.75%
$ 561,843	$ (18,690)	$ (494,535)

Pension Plan Fiduciary Net Position:

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

E. Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the City recognized pension expense of $155,968. At September 30, 2021, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Primary Government		Component Unit	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference between projected and actual investment earnings	$ -	$ (94,955)	$ -	$ (1,839)
Difference in changes of assumptions	4,748	-	92	-
Difference between expected and actual economic experience	57,056	-	1,105	-
Contributions subsequent to the measurement date	108,640	-	2,103	-
Total	$ 170,444	$ (94,955)	$ 3,300	$ (1,839)

$110,743 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:	Deferred Outflow (Inflow) of Resources
2022	$ (4,520)
2023	24,806
2024	(48,239)
2025	(5,840)
2026	-
Thereafter	-
	$ (33,793)

Other Post-Employment Benefits (OPEB) Plan

A. Plan Description

Texas Municipal Retirement System ("TMRS") administers a defined benefit group-term life insurance plan known as the Supplemental Death Benefits Fund ("SDBF"). This is a voluntary program in which participating member cities may elect, by ordinance, to provide group-term life insurance coverage for their active members, including or not including retirees. Employers may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1. The City has elected to participate in the SDBF for its active members including retirees. As the SDBF covers both active and retiree participants, with no segregation of assets, the SDBF is considered to be an unfunded single-employer OPEB plan (i.e. no assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75) for City reporting.

B. Benefits Provided

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death). The death benefit for retirees is considered another postemployment benefit ("OPEB") and is a fixed amount of $7,500. At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	3
Inactive employees entitled to but not yet receiving benefits	6
Active employees	28
Total	37

C. Contributions

The member city contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year. The intent is not to pre-fund retiree term life insurance during employees' entire careers.

Contributions are made monthly based on the covered payroll of employee members of the participating member city. The contractually required contribution rate is determined annually for each city. The rate is based on the mortality and service experience of all employees covered by the SDBF and the demographics specific to the workforce of the city. There is a one-year delay between the actuarial valuation that serves as the basis for the employer contribution rate and the calendar year when the rate goes into effect. The funding policy of this plan is to assure that adequate resources are available to meet all death benefit payments for the upcoming year.

Contribution rates to the SDBF for the City were 0.18% and 0.20% for fiscal years 2020 and 2021 respectively. The City's contributions to the SDBF for the year ended September 30, 2021 were $3,107 and were equal to the required contributions.

D. Total OPEB Liability

The City's Total OPEB Liability (TOL) was measured as of December 31, 2020 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions:

The Total OPEB Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Salary increases	3.5% to 11.5%, including inflation
Discount rate	2.00%
Retiree's share of benefit-related costs	$0

Salary increases were based on a service-related table. Mortality rates for service retirees were based on the RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB. Mortality rates for disabled retirees were based on the RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. The rates are projected on a fully generational basis with scale BB to account for future mortality improvements subject to the 3% floor.

The actuarial assumptions used in the December 31, 2020, valuation were developed primarily from an actuarial experience study of the four-year period from December 31, 2014 through December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post mortality assumption for healthy annuitants and Annuity Purchase Rate (APRs) are based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. In conjunction with these changes first used in the December 31, 2013 valuation, TMRS adopted the Entry Age Normal Actuarial Cost Method.

The discount rate used to measure the Total OPEB Liability was 2.00% and was based on the Fidelity Index's "20-Year Municipal GO AA Index" rate as of December 31, 2020.

Changes in Total OPEB Liability:

	Total OPEB Liability
Balance at 12/31/2019	$ 54,211
Changes for the year:	
Service cost	6,129
Interest on Total OPEB Liability	1,573
Change of benefit terms	-
Difference between expected and actual experience	(7,019)
Changes of assumptions or other inputs	9,662
Benefit payments	(175)
Net changes	$ 10,170
Balance at 12/31/2020	$ 64,381

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

The following presents the total OPEB liability of the City, calculated using the discount rate of 2.00%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (1.00%) or 1 percentage-point higher (3.00%) than the current rate:

1% Decrease 1.00%	Current Discount Rate 2.00%	1% Increase 3.00%
$ 81,104	$ 64,381	$ 51,990

E. OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB

For the year ended September 30, 2021, the City recognized OPEB expense of $3,107. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference in assumptions	$ 14,298	$ -
Differences between expected and actual experience	-	(6,534)
Contributions made subsequent to measurement date	2,527	-
	$ 16,825	$ (6,534)

The $2,527 reported as deferred outflows of resources related to OPEB resulting from changes in assumptions and other inputs will reduce the Total OPEB liability during the year ending September 30, 2022. The other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended September 30:	Deferred Outflows (Inflows) of Resources
2022	$ 2,019
2023	2,019
2024	1,800
2025	1,643
2026	283
Thereafter	-
	$ 7,764

IV. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, business interruption, errors and omissions, injuries to employees, employee health benefits, and other claims of various natures. The City participates in the Texas Municipal League Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the City's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the City's general purpose financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage.

B. Tax Abatement Disclosures

The City has entered into agreements with Amazon.com.kydc LLC (Amazon) under Chapter 380 of the Texas Local Government Code and as codified in Chapter 312 of the Texas Tax Code.

Under the terms of the twenty-five year property and sales tax abatement agreement with Amazon, the City will make annual grant payments to Amazon equal to the sum of the sales tax grant and the property tax grant. These grant amounts range from 33% to 75% of the Sales Tax and Property Grant Base amounts as defined by the Agreement. The City abated $391,837 of Amazon taxes for fiscal year 2021.

C. Public Improvement Districts

On May 18, 2015, the City Council passed Resolution No. 012-2015 approving and authorizing the creation of PID No. 2 for The Heights Development (PID #2) in accordance with Chapter 372 of the Texas Tax Code. PID #2 consists of approximately 154.977 acres in the J.M. Goodwin Survey A-611, in the corporate limits of the City of Haslet, Tarrant County that was created to finance certain public improvement projects for the benefit of the property in PID #2. The City acts as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. On January 13, 2020, the City dissolved PID #2 subject to the creation of a new public improvement district to be known as Haslet Public Improvement District No. 7 for the Watercress Development. See more information below.

On June 6, 2016, the City Council passed Resolution No. 006-2016 approving and authorizing the creation of PID No. 3 for The North Glen Development (PID #3) in accordance with Chapter 372 of the Texas Tax Code. PID #3 consists of approximately 192.820 acres of land generally located on the south side of Blue Mound Road and west of FM 156, being a part of the James Rightly Survey, Abstract No. 1268, and the Henry Robertson Survey, Abstract No. 1259, Tarrant County, Texas, that was created to finance certain public improvement projects for the benefit of the property in PID #3. The City acts as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. These collections have begun and are on time and complete at year-end.

On October 17, 2016, the City Council passed Resolution No. 019-2016 approving and authorizing the creation of PID No. 4 for The Regal Ridge Development (PID #4) in accordance with Chapter 372 of the Texas Tax Code. PID #4 consists of approximately 63.559 acres of land generally located south of Blue Mound Road and east of FM 156 in the City of Haslet, Tarrant County, Texas, that was created to finance certain public improvement projects for the benefit of the property in PID #4. The City acts as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. These collections have begun and are on time and complete at year-end.

On February 21, 2017, the City Council passed Resolution No. 007-2017 approving and authorizing the creation of PID No. 5 for The Le Tara Ridge Development (PID #5) in accordance with Chapter 372 of the Texas Tax Code. PID #5 consists of approximately 265.610 acres of land generally located within the extraterritorial jurisdiction of the City of Haslet, Tarrant County, Texas, and being the same property generally located south of Avondale-Haslet Road and west of State Highway 156 that was created to finance certain public improvement projects for the benefit of the property in PID #5.

On August 1, 2019, City Council approved ordinance 021-2019 authorizing the issuance of the City of Haslet Texas Special Revenue Bonds series 2019 (Haslet Public Improvement District No. 5 Improvement Area #1 Project) in the original principal amount of $6,070,000. These bonds were authorized in order to finance the projects benefiting the PID #5 including certain roadway, water, wastewater and drainage improvements. Proceeds of the bonds were deposited into trust accounts with Wilmington Trust, N.A. for the purpose of funding improvements in the projects described above. Wilmington Trust serves as trustee, for the benefit of the bond holders, for these funds as well as any and all other property or money of every name and nature, which is, from time to time hereafter by delivery or in writing of any kind, conveyed, pledged, assigned or transferred to Trustee. The City is not obligated in any manner for this special assessment debt, but merely acts as the property owner's agent in handling the debt service transactions by collecting any special assessments tax collections and forwarding them to the Trustee to forward to the bondholders. These collections have begun. Assessment collections for these Special Assessment Revenue Bonds are on time and complete at year-end.

The total bond principal outstanding for the Haslet Texas Special Revenue Bonds Series 2019 (Haslet Public Improvement District No. 5 Improvement Area #1 Project) is $6,070,000 at September 30, 2021.

On February 6, 2017, the City Council passed Resolution No. 005-2017 approving and authorizing the creation of PID No. 6 for The Caraway Development (PID #6) in accordance with Chapter 372 of the Texas Tax Code. PID #6 consists of approximately 265.610 acres of land generally located within the extraterritorial jurisdiction of the City of Haslet, Tarrant County, Texas, and being the same property generally located south of Avondale-Haslet Road and west of State Highway 156 that was created to finance certain public improvement projects for the benefit of the property in PID #6. The City acts as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. These collections have begun and are on time and complete at year-end.

On January 13, 2020, the City Council passed Resolution No. 001-2020 approving and authorizing the creation of PID No. 7 for The Watercress Development (PID #7) in accordance with Chapter 372 of the Texas Tax Code. PID #7 consists of approximately 154.977 acres of land located entirely within the corporate boundaries of the City of Haslet, Tarrant County, Texas and generally located south of Blue Mound Road, west of Harmon Road, east of FM 156 (Haslet County Line Road), and north of Bayne Road that was created to finance certain public improvement projects for the benefit of the property in PID #7. The City will act as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. These collections have begun and are on time and complete at year-end.

On March 1, 2021, the City Council passed Resolution No. 003-2021 authorizing the establishment of Public Improvement District No. 8 for The Sweetgrass Development (PID #8) in accordance with Chapter 372 of the Texas Tax Code. PID #8 consists of approximately 262.220 acres of land located entirely within the corporate boundaries of the City of Haslet, Tarrant County, Texas that was created to finance certain public improvement projects for the benefit of the property in PID #8. The City will act as the property owner's agent by collecting any special assessments tax collections and forwarding to the developers. These collections will begin in future years.

D. Prior Period Adjustment

The City had the following restatement to net position due to a TXDOT reimbursement expense not being properly reflected on prior year financials. The effect of this adjustment on government wide beginning balances is recorded below.

	EDC - Type A	CEDC - Type B
Beginning balances, as previously reported	$ 5,226,986	$ 8,892,928
Prior period adjustment	170,478	342,907
Beginning balances, as restated	$ 5,397,464	$ 9,235,835

E. Excess of Expenditures Over Appropriations

For the year ended September 30, 2021, the EDC-Type A and the discretely presented component unit, the CEDC-Type B, has exceeded appropriations at the legal level of control in the amount of $2,398,196 and $4,473872, respectively. The expenditures are for capital outlays for projects relating to bonds issued in the prior year. The City, EDC-Type A, and CEDC-Type B have implemented procedures to ensure compliance in future years.

F. Subsequent Events

Management has evaluated all events or transactions that occurred after September 30, 2021 up through the date of the auditor's report date. This is the date the financial statements were available for issuance. Management has identified no subsequent events except as follows.

On November 1, 2021 the City issued the City of Haslet, Texas, Special Assessment Revenue Bonds, Series 2021 (Haslet Public Improvement District No. 5 Improvement Area #2 Project) (the Bonds) in the original principal amount of $8,000,000. The Bonds will mature on September 1, 2051 and will require principal and interest payments in the amount of $168,000 and $235,697, respectively, in fiscal year 2022. The Bonds were issued by the City pursuant to the Public Improvement District Assessment Act, Subchapter 372, Texas Local Government Code, as amended (the PID Act), ordinance No. 029-2021 adopted by the City Council on October 18, 2021, and an Indenture of Trust entered into by and between the City and the Trustee. Proceeds of the Bonds will be used to provide funds to pay for a portion of the cost of the improvements in PID #5 Improvement Area #2 and will be payable by special assessments for the property owners in PID #5 Improvement Area #2. The City is not obligated in any manner for this special assessment debt, but merely acts as the property owner's agent in handling the debt service transactions by collecting any special assessments tax collections and forwarding them to the Trustee to forward to the bondholders.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF HASLET, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL FUND - BUDGET TO ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Licenses and permits	$ 663,225	$ 1,798,800	$ 2,731,935	$ 933,135
Sales tax	1,129,343	2,353,216	2,491,504	138,288
Property tax, penalties, and interest	1,727,643	1,761,208	1,788,410	27,202
Fines	252,000	140,000	151,128	11,128
Franchise Tax	267,000	260,344	267,656	7,312
Miscellaneous	51,398	76,290	98,219	21,929
Fire Protection	114,000	127,000	127,000	-
Interest	40,030	11,530	11,204	(326)
Gas royalties	30,000	15,000	24,796	9,796
Contributions	3,600	600	-	(600)
Total Revenues	4,278,239	6,543,988	7,691,852	1,147,864
Expenditures				
Current:				
Public safety	777,623	777,623	733,193	44,430
Fire	794,580	822,950	705,666	117,284
Public works	423,490	423,490	496,218	(72,728)
Administration	276,110	368,175	356,960	11,215
Planning	353,172	353,172	379,788	(26,616)
Library	331,874	330,354	315,964	14,390
Parks	240,578	240,578	166,029	74,549
Finance	202,786	203,586	206,185	(2,599)
Court	181,621	179,973	164,363	15,610
City secretary	221,382	222,744	170,798	51,946
Non-departmental	181,565	204,865	258,446	(53,581)
Streets	122,400	135,400	166,494	(31,094)
Economic development	74,387	74,387	72,582	1,805
Miscellaneous	3,600	2,250	1,630	620
Capital outlay	-	-	-	-
Total Expenditures	4,185,168	4,339,547	4,194,316	145,231
Excess (Deficiency) of Revenues Over (Under) Expenditures	93,071	2,204,441	3,497,536	1,293,095
Other Financing Sources (Uses)				
Transfers in	6,890	6,890	6,890	-
Transfers out	2,143,496	2,463,496	(2,356,998)	(4,820,494)
Total Other Financing Sources (Uses)	2,150,386	2,470,386	(2,350,108)	(4,820,494)
Net Change in Fund Balances	2,243,457	4,674,827	1,147,428	(3,527,399)
Beginning Fund Balances	6,743,286	6,743,286	6,743,286	
Ending Fund Balances	$ 8,986,743	$ 11,418,113	$ 7,890,714	

CITY OF HASLET, TEXAS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

TEXAS MUNICIPAL RETIREMENT SYSTEM

LAST TEN MEASURED YEARS

	2020	2019	2018
Total pension liability			
Service Cost	$ 273,722	$ 247,948	$ 232,704
Interest (on the Total Pension Liability)	233,954	201,063	178,316
Changes of benefit terms	-	-	-
Difference between expected and actual experience	47,911	70,202	(32,005)
Change of assumptions	-	10,566	-
Benefit payments, including refunds of employee contributions	(40,983)	(69,798)	(29,514)
Net Change in Total Pension Liability	514,604	459,981	349,501
Total Pension Liability - Beginning	3,349,610	2,889,629	2,540,128
Total Pension Liability - Ending (a)	$ 3,864,214	$ 3,349,610	$ 2,889,629
Plan Fiduciary Net Position			
Contributions - Employer	151,219	137,767	125,816
Contributions - Employee	122,588	109,711	102,384
Net Investment Income	258,272	431,913	(80,112)
Benefit payments, including refunds of employee contributions	(40,983)	(69,798)	(29,514)
Administrative Expense	(1,667)	(2,434)	(1,545)
Other	(65)	(72)	(81)
Net Change in Plan Fiduciary Net Position	489,364	607,087	116,948
Plan Fiduciary Net Position - Beginning	3,393,540	2,786,453	2,669,505
Plan Fiduciary Net Position - Ending (b)	$ 3,882,904	$ 3,393,540	$ 2,786,453
Net Pension Liability - Enging (a) - (b)	$ (18,690)	$ (43,930)	$ 103,176
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.48%	101.31%	96.43%
Covered Payroll	1,751,258	1,567,307	1,462,624
Net Pension Liability as a Percentage of Covered Payroll	-1.07%	-2.80%	7.05%

NOTES TO SCHEDULE:

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is presented .

2017	2016	2015	2014
$ 210,594	$ 200,128	$ 152,689	$ 127,691
154,325	135,844	120,684	120,806
-	-	-	-
12,576	(36,328)	(24,699)	(209,303)
-	-	44,306	-
(36,728)	(25,460)	(31,038)	(75,829)
340,767	274,184	261,942	(36,635)
2,199,361	1,925,177	1,663,235	1,699,870
$ 2,540,128	$ 2,199,361	$ 1,925,177	$ 1,663,235
117,399	102,768	95,444	69,789
93,419	88,051	69,090	58,157
304,266	128,549	2,606	92,819
(36,728)	(25,460)	(31,038)	(75,829)
(1,575)	(1,451)	(1,587)	(969)
(81)	(78)	(78)	(80)
476,700	292,379	134,437	143,887
2,192,805	1,900,426	1,765,989	1,622,102
$ 2,669,505	$ 2,192,805	$ 1,900,426	$ 1,765,989
$ (129,377)	$ 6,556	$ 24,751	$ (102,754)
105.09%	99.70%	98.71%	106.18%
1,334,560	1,257,874	987,000	830,821
-9.69%	0.52%	2.51%	-12.37%

CITY OF HASLET, TEXAS

SCHEDULE OF CONTRIBUTIONS TO PENSION PLAN

TEXAS MUNICIPAL RETIREMENT SYSTEM PLAN

LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	$ 152,450	$ 143,571	$ 135,187	$ 124,490	$ 115,524	$ 105,969	$ 84,476
Contributions in relation to the actuarially determined contribution	152,450	143,571	135,187	124,490	115,524	105,969	84,476
Covered payroll	$ 1,743,084	$ 1,629,299	$ 1,542,546	$ 1,439,743	$ 1,310,657	$ 1,243,086	$ 923,673
Contributions as a percentage of covered payroll	8.75%	8.81%	8.76%	8.65%	8.81%	8.52%	9.15%

Valuation Date:	Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.
Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age, Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	24 years
Asset Valuation Method	10 Year smoothed market, market value recognition method, 12% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 11.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014 - 2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.
Other Information:	
Notes	There were no benefit changes during the year

NOTES TO SCHEDULE OF PENSION CONTRIBUTIONS:

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is presented .

CITY OF HASLET, TEXAS

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

TEXAS MUNICIPAL RETIREMENT SYSTEM

LAST TEN MEASURED YEARS

	2020	2019	2018	2017
Total OPEB liability				
Service Cost	$ 6,129	$ 3,918	$ 4,388	$ 3,470
Interest (on the Total OPEB Liability)	1,573	1,563	1,309	1,179
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(7,019)	(1,801)	120	-
Changes in assumptions or other imputs	9,662	10,427	-	3,386
Benefit payments	(175)	(157)	(16)	(133)
Net Change in Total OPEB Liability	10,170	13,950	5,801	7,902
Total OPEB Liability - Beginning	54,211	40,261	37,416	29,514
Total OPEB Liability - Ending (a)	$ 64,381	$ 54,211	$ 43,217	$ 37,416
Covered Payroll	$ 1,751,258	$ 1,567,307	$ 1,462,624	$ 1,334,560
Total OPEB Liability as a Percentage of Covered Payroll	3.68%	3.46%	2.95%	2.80%

NOTES TO SCHEDULE OF TOTAL OPEB LIABILITY

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is presented .

CITY OF HASLET, TEXAS

SCHEDULE OF CONTRIBUTIONS TO OPEB PLAN

TEXAS MUNICIPAL RETIREMENT SYSTEM PLAN

LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Actuarially Determined Contribution	$ 3,107	$ 2,899	$ 2,518	$ 2,306
Contributions in relation to the actuarially determined contribution	3,107	2,899	2,518	2,306
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Covered payroll	$ 1,743,084	$ 1,629,299	$ 1,542,546	$ 1,439,743
Contributions as a percentage of covered payroll	0.18%	0.18%	0.16%	0.16%

NOTES TO SCHEDULE OF OPEB CONTRIBUTIONS:

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is presented .

Valuation Timing:

Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.5% to 11.5% including inflation
Discount Rate	2.00%
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality:	
Service Retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Disabled Retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

Other Information:

Notes	There were no benefit changes during the year.

CITY OF HASLET, TEXAS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2021

Note A: Budgetary Process

The official budget was prepared for adoption for the General Fund and the Economic Development Corporation (Type A). The following procedures are followed in establishing the budgetary data reflected in the required supplementary information:

a. Prior to the beginning of the fiscal year, the City prepares a budget for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.

b. A meeting of the City Council is then called for the purpose of adopting the proposed budget. At least ten days' public notice of the meeting must have been given.

c. Prior to the start of the fiscal year, the budget is legally enacted through passage of a resolution by the City Council.

d. Once a budget is approved, it can be amended only by approval of a majority of the members of the City Council.

e. As required by law, such amendments are made before the fact, are reflected in the official minutes of the City Council and are not made after fiscal year end.

f. All budget appropriations lapse at year end.

OTHER SUPPLEMENTARY INFORMATION

Combining Statements, Individual Nonmajor Funds, and Agency Funds as Supplementary Information

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for specified purposes.

- Park Board Fund – to account for contributions used for park improvements.
- Municipal Court Security Fund – to account for use of municipal court fees assessed for providing security for municipal court.
- Municipal Court Technology Fund – to account for use of municipal court fees assessed for municipal court technology improvements.
- City Parks Improvements Fund – to account for development and impact fees used for park improvements.
- Library Board Fund – to account for contributions used for Library operations and improvements.
- Library Grant Fund – to account for contributions and grants used for Library improvement.
- CARES Act Fund – to account for use of CARES Act funds.
- Insurance Trust Fund – to account for insurance trust funds for the city.
- Coronavirus Grant Fund – to account for coronavirus grant relief funds.
- Hotel/Motel Occupancy Tax Fund – to account for hotel/motel taxes remitted to the city.
- Special Projects Fund – to account for special project funds for the city.

Debt Service Fund

- General Obligation Debt Service Fund is used to account for the payment of principal and interest on general long-term bonded debt of the City. Payments of principal and interest on equipment, financing used in general activities of the City and other financing are serviced by the General Fund.

Capital Projects Fund

- C. O. Capital Projects Fund – accounts for use of transfers from other funds used for various construction projects.

PID Agency Funds

- To account for the special assessments, bond proceeds, and related debt associated with the bonds issued by the City as an agent for the Public Improvement Districts (PID) #2 - #8.

CITY OF HASLET, TEXAS

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	Total Special Revenue Funds	General Obligation Debt Service Fund	CO Capital Projects Fund	Total Nonmajor Governmental Funds
Assets				
Cash and investments	$ 858,392	$ 310,433	$ 135,541	$ 1,304,366
Sales tax receivable	-	11,709	-	11,709
Total Assets	858,392	322,142	135,541	1,316,075
Liabilities				
Accounts payable	1,697	-	2,724	4,421
Unearned revenue - federal grant	238,246	-	-	238,246
Total Liabilities	239,943	-	2,724	242,667
Deferred Inflows of Resources				
Deferred revenue	550	10,730	-	11,280
Total Deferred Inflows of Resources	550	10,730	-	11,280
Fund Balances				
Restricted	82,212	311,412	-	393,624
Committed	535,687	-	132,817	668,504
Total Fund Balances	617,899	311,412	132,817	1,062,128
Total Liabilities, Deferred Inflows, and Fund Balances	$ 858,392	$ 322,142	135,541	$ 1,316,075

CITY OF HASLET, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Total Special Revenue Funds	General Obligation Debt Service Fund	CO Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Property tax, penalties, and interest	$ -	$ 335,065	$ -	$ 335,065
Contributions	7,040	-	375,561	382,601
Park development	217,182	-	-	217,182
Miscellaneous	13,068	-	-	13,068
Interest	485	531	376	1,392
Fines	7,023	-	-	7,023
Grant	-	-	28,659	28,659
Hotel occupancy tax	30,893	-	-	30,893
Total Revenues	275,691	335,596	404,596	1,015,883
Expenditures				
Current:				
Parks	42,608	-	-	42,608
Court	6,509	-	-	6,509
Library	8,284	-	-	8,284
General government	5,533	-	1,852	7,385
Capital outlay	187,866	-	29,095	216,961
Debt service				
Principal	-	229,000	-	229,000
Interest	-	90,962	-	90,962
Total Expenditures	250,800	319,962	30,947	601,709
Revenues Over Expenditures	24,891	15,634	373,649	414,174
Other Financing Sources (Uses)				
Transfers in	172,657	-	-	172,657
Transfers (out)	-	-	(450,000)	(450,000)
Total Other Financing Sources (Uses)	172,657	-	(450,000)	(277,343)
Net Change in Fund Balances	197,548	15,634	(76,351)	136,831
Beginning Fund Balances, as Restated	420,351	295,778	209,168	925,297
Ending Fund Balances	$ 617,899	$ 311,412	132,817	$ 1,062,128

CITY OF HASLET, TEXAS

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AS OF SEPTEMBER 30, 2021

	Park Board Fund	Municipal Court Security	Municipal Court Technology	City Parks Improvements	Library Board
Assets					
Cash and investments	$ 136,072	$ 26,548	$ 14,023	$ 284,155	$ 9,442
Receivables	-	-	-	-	-
Total Assets	136,072	26,548	14,023	284,155	9,442
Liabilities					
Accounts payable	1,234	-	149	-	250
Unearned revenue - federal grant	-	-	-	-	-
Total Liabilities	1,234	-	149	-	250
Deferred Inflows of Resources					
Deferred revenue	550	-	-	-	-
Total Deferred Inflows of	550	-	-	-	-
Fund Balances					
Restricted	-	26,548	13,874	-	-
Committed	134,288	-	-	284,155	9,192
Total Fund Balances	134,288	26,548	13,874	284,155	9,192
Total Liabilities, Deferred Inflows, and Fund Balances	$ 136,072	$ 26,548	14,023	$ 284,155	$ 9,442

Library Grant	CARES Act Fund	Insurance Trust Fund	Coronavirus Grant Fund	Hotel/Motel Occupancy Tax Fund	Special Projects Fund	Total Special Revenue Funds
$ 8,085	$ -	$ 10,881	$ 238,246	$ 30,909	$ 100,031	$ 858,392
-	-	-	-	-	-	-
8,085	-	10,881	238,246	30,909	100,031	858,392
64	-	-	-	-	-	1,697
-	-	-	238,246	-	-	238,246
64	-	-	238,246	-	-	239,943
-	-	-	-	-	-	550
-	-	-	-	-	-	550
-	-	10,881	-	30,909		82,212
8,021	-	-	-	-	100,031	535,687
8,021	-	10,881	-	30,909	100,031	617,899
$ 8,085	$ -	$ 10,881	$ 238,246	$ 30,909	100,031	858,392

CITY OF HASLET, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Park Board Fund	Municipal Court Security	Municipal Court Technology	City Parks Improvements	Library Board
Revenues					
Park development fees	$ -	$ -	$ -	$ 217,182	$ -
Miscellaneous	13,068	-	-	-	-
Fines	-	3,573	3,450	-	-
Interest	142	30	18	269	10
Contributions	-	-	-	-	-
Grant	-	-	-	-	-
Hotel Occupancy Tax	-	-	-	-	-
Total Revenues	13,210	3,603	3,468	217,451	10
Expenditures					
Current:					
Parks	42,608	-	-	-	-
Court	-	903	5,606	-	-
Library	-	-	-	-	3,362
General government	-	-	-	-	-
Capital outlay	-	-	-	187,866	-
Total Expenditures	42,608	903	5,606	187,866	3,362
Revenues Over Expenditures	(29,398)	2,700	(2,138)	29,585	(3,352)
Other Financing Sources (Uses)					
Transfers in (out)	67,513	-	-	-	5,113
Total Other Financing (Uses)	67,513	-	-	-	5,113
Net Change in Fund Balances	38,115	2,700	(2,138)	29,585	1,761
Beginning Fund Balances	96,173	23,848	16,012	254,570	7,431
Ending Fund Balances	$ 134,288	$ 26,548	13,874	$ 284,155	$ 9,192

Library Grant	CARES Act Fund	Insurance Trust Fund	Coronavirus Grant Fund	Hotel/Motel Occupancy Tax Fund	Special Projects Fund	Total Special Revenue Funds
$ -	$ -	$ -	$ -	$ -	$ -	$ 217,182
-	-	-	-	-	-	13,068
-	-	-	-	-	-	7,023
-	-	-	-	16	-	485
7,040	-	-	-	-	-	7,040
-	-	-	-	-	-	-
-	-	-	-	30,893	-	30,893
7,040	-	-	-	30,909	-	275,691
-	-	-	-	-	-	42,608
-	-	-	-	-	-	6,509
4,922	-	-	-	-	-	8,284
-	5,533	-	-	-	-	5,533
-	-	-	-	-	-	187,866
4,922	5,533	-	-	-	-	250,800
2,118	(5,533)	-	-	30,909	-	24,891
-	-	-	-	-	100,031	172,657
-	-	-	-	-	100,031	172,657
2,118	(5,533)	-	-	30,909	100,031	197,548
5,903	5,533	10,881	-	-	-	420,351
$ 8,021	$ -	$ 10,881	$ -	$ 30,909	$ 100,031	$ 617,899

CITY OF HASLET, TEXAS

COMMUNITY AND ECONOMIC DEVELOPMENT CORPORATION TYPE B

BALANCE SHEET

DISCRETELY PRESENTED COMPONENT UNIT

AS OF SEPTEMBER 30, 2021

Assets		
Cash and cash equivalents	$	3,661,372
Receivables, net		234,205
Inventory		959,789
Total Assets		4,855,366
Liabilities		
Accounts payable		5,500
Accrued liabilities		11,292
Customer deposits		2,250
Total Liabilities		19,042
Fund Balances		
Unassigned		4,836,324
Total Fund Balances		4,836,324
Total Liabilities and Fund Balances	$	4,855,366

CITY OF HASLET, TEXAS

COMMUNITY AND ECONOMIC DEVELOPMENT CORPORATION TYPE B

RECONCILIATION OF GOVERNMENTAL FUND BALANCE SHEET TO THE STATEMENT OF NET POSITION

DISCRETELY PRESENTED COMPONENT UNIT

AS OF SEPTEMBER 30, 2021

Fund Balances - Discretely Presented Component Unit	$	4,836,324
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not reported in the funds.		5,825,999
Long-term debt for the fiscal year is included in the Statement of Net Position.		(3,972,578)
Payables for bond interest, which are not due in the current period, are not reported in the funds.		(6,557)
Deferred resource inflows related to the pension plan are not reported in the funds.		(1,839)
Deferred resource outflows related to the pension plan are not reported in the funds.		3,300
The City's proportionate share of the pension liability are not reported in the funds.		355
Net Position of Discretely Presented Component Unit - Statement of Net Position	$	6,685,004

CITY OF HASLET, TEXAS

COMMUNITY AND ECONOMIC DEVELOPMENT CORPORATION TYPE B

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - DISCRETELY PRESENTED COMPONENT UNIT

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Revenues		
Taxes:		
Sales	$	1,238,593
Rental income		38,500
Interest revenue		7,747
Total Revenues		1,284,840
Expenditures		
Current:		
Development services		116,486
Debt service:		
Principal retirement		115,000
Interest expense and fiscal charges		164,500
Capital outlay		5,288,365
Total Expenditures		5,684,351
Revenues Over Expenditures		(4,399,511)
Net Change in Fund Balances		(4,399,511)
Beginning Fund Balances, as restated		9,235,835
Ending Fund Balances	$	4,836,324

CITY OF HASLET, TEXAS

COMMUNITY AND ECONOMIC DEVELOPMENT CORPORATION TYPE B

RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNIT

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net Change in Fund Balances - Discretely Presented Component Unit	$	(4,399,511)
Capital outlays are not reported as expenses in the SOA.		5,288,365
Proceeds from the issuance of debt are recorded in the funds but are not recorded in the SOA.		133,557
(Increase) decrease in accrued interest from beginning of period to end of period and amortization of bond premium and discount.		239
Pension and OPEB expenses relating to GASB 68/75 are recorded in the SOA but not in the funds.		27
Change in Net Position of the Discretely Presented Component Unit	$	1,022,677

CITY OF HASLET, TEXAS

COMMUNITY AND ECONOMIC DEVELOPMENT CORPORATION TYPE B
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET TO ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Sales tax	$ 550,000	$ 550,000	$ 1,238,593	$ 688,593
Interest	41,000	41,000	7,747	(33,253)
Rental	45,220	45,220	38,500	(6,720)
Total Revenues	636,220	636,220	1,284,840	648,620
Expenditures				
Economic development	321,334	321,479	116,486	204,993
Interest and fiscal charges	279,000	279,000	164,500	114,500
Capital outlay	495,000	495,000	5,288,365	(4,793,365)
Total Expenditures	1,095,334	1,095,479	5,569,351	(4,473,872)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(459,114)	(459,259)	(4,284,511)	(3,825,252)
Other Financing Sources (Uses)				
Transfers Out	-	282,400	-	282,400
Total Other Financing Sources (Uses)	-	282,400	-	282,400
Net Change in Fund Balances	(459,114)	(176,859)	(4,284,511)	$ (3,542,852)
Beginning Fund Balances	9,235,835	9,235,835	9,235,835	
Ending Fund Balances	$ 8,776,721	$ 9,058,976	$ 4,951,324	

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CITY OF HASLET, TEXAS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - FIDUCIARY AGENCY FUNDS
HASLET PUBLIC IMPROVEMENT DISTRICTS (PID) (PAGE 1 OF 3)
FOR THE YEAR ENDED SEPTEMBER 30, 2021

PID #2	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Assets				
Restricted cash and cash equivalents	$ 1,062		$ (1,062)	$ -
Total Assets	$ 1,062	$ -	$ (1,062)	$ -
Liabilities				
Liabilities to developer	$ 1,062	$ -	$ (1,062)	$ -
Total Liabilities	$ 1,062	$ -	$ (1,062)	$ -

PID #3	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Assets				
Restricted cash and cash equivalents	$ 229,355	$ 310,038	$ (230,919)	$ 308,474
Total Assets	$ 229,355	$ 310,038	$ (230,919)	$ 308,474
Liabilities				
Liabilities to developer	$ 229,355	$ 310,038	$ (230,919)	$ 308,474
Total Liabilities	$ 229,355	$ 310,038	$ (230,919)	$ 308,474

PID #4	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Assets				
Restricted cash and cash equivalents	$ 15,863	$ 235,139	$ (235,952)	$ 15,050
Total Assets	$ 15,863	$ 235,139	$ (235,952)	$ 15,050
Liabilities				
Liabilities to developer	$ 15,863	$ 235,139	$ (235,952)	$ 15,050
Total Liabilities	$ 15,863	$ 235,139	$ (235,952)	$ 15,050

See Notes to the Financial Statements

CITY OF HASLET, TEXAS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - FIDUCIARY AGENCY FUNDS
HASLET PUBLIC IMPROVEMENT DISTRICTS (PID) (PAGE 2 OF 3)
FOR THE YEAR ENDED SEPTEMBER 30, 2021

PID #5	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
Assets				
Restricted cash and cash equivalents	$ 689,814	$ 175,640	$ (389,904)	$ 475,550
Total Assets	$ 689,814	$ 175,640	$ (389,904)	$ 475,550
Liabilities				
Liabilities to bond holder or developer	$ 689,814	$ 175,640	$ (389,904)	$ 475,550
Total Liabilities	$ 689,814	$ 175,640	$ (389,904)	$ 475,550

PID #6	Beginning of Year	Additions	Deletions	End of Year
Assets				
Restricted cash and cash equivalents	$ 601	$ 968,477	$ (889,245)	$ 79,833
Total Assets	$ 601	$ 968,477	$ (889,245)	$ 79,833
Liabilities				
Liabilities to developer	$ 601	$ 968,477	$ (889,245)	$ 79,833
Total Liabilities	$ 601	$ 968,477	$ (889,245)	$ 79,833

PID #7	Beginning of Year	Additions	Deletions	End of Year
Assets				
Restricted cash and cash equivalents	$ 1,246	$ 55,000	$ (52,197)	$ 4,049
Total Assets	$ 1,246	$ 55,000	$ (52,197)	$ 4,049
Liabilities				
Liabilities to developer	$ 1,246	$ 55,000	$ (52,197)	$ 4,049
Total Liabilities	$ 1,246	$ 55,000	$ (52,197)	$ 4,049

CITY OF HASLET, TEXAS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - FIDUCIARY AGENCY FUNDS
HASLET PUBLIC IMPROVEMENT DISTRICTS (PID) (PAGE 3 OF 3)
FOR THE YEAR ENDED SEPTEMBER 30, 2021

PID #8	Beginning of Year	Additions	Deletions	End of Year
Assets				
Restricted cash and cash equivalents	$ -	$ 35,000	$ (23,218)	$ 11,782
Total Assets	$ -	$ 35,000	$ (23,218)	$ 11,782
Liabilities				
Liabilities to developer	$ -	$ 35,000	$ (23,218)	$ 11,782
Total Liabilities	$ -	$ 35,000	$ (23,218)	$ 11,782

See Notes to the Financial Statements

CITY OF HASLET, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ECONOMIC DEVELOPMENT CORPORATION TYPE A - BUDGET TO ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Sales tax	$ 275,000	$ 587,000	$ 619,296	$ 32,296
Interest	45,000	4,000	5,263	1,263
Total Revenues	320,000	591,000	624,559	33,559
Expenditures				
Economic development	1,707,444	122,444	47,124	75,320
Capital outlay	345,000	345,000	2,878,515	(2,533,515)
Interest	142,400	142,400	82,400	60,000
Total Expenditures	2,194,844	609,844	3,008,039	(2,398,195)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,874,844)	(18,844)	(2,383,480)	(2,364,636)
Other Financing Sources (Uses)				
Transfers out	(41,890)	(41,890)	(41,890)	-
Total Other Financing Sources (Uses)	(41,890)	(41,890)	(41,890)	-
Net Change in Fund Balances	(1,916,734)	(60,734)	(2,425,370)	$ (2,364,636)
Beginning Fund Balances	5,397,464	5,397,464	5,397,464	
Ending Fund Balances	$ 3,480,730	$ 5,336,730	$ 2,972,094	

CITY OF HASLET, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
STREET MAINTENANCE SALES TAX FUND - BUDGET TO ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Sales tax	$ 275,000	$ 573,089	$ 619,296	$ 46,207
Interest	5,000	5,000	912	(4,088)
Total Revenues	280,000	578,089	620,208	42,119
Expenditures				
Streets	1,298,500	1,602,479	1,424,838	177,641
Total Expenditures	1,298,500	1,602,479	1,424,838	177,641
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,018,500)	(1,024,390)	(804,630)	219,760
Net Change in Fund Balances	(1,018,500)	(1,024,390)	(804,630)	$ 219,760
Beginning Fund Balances	1,034,403	1,034,403	1,034,403	
Ending Fund Balances	$ 15,903	$ 10,013	$ 229,773	

CITY OF HASLET, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUND - BUDGET TO ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Interest	$ -	$ -	$ 511	$ 511
Total Revenues	-	-	511	511
Expenditures				
Current:				
Non-departmental	371,043	229,466	57	229,409
Capital outlay	1,722,222	1,378,617	1,056,234	322,383
Total Expenditures	2,093,265	1,608,083	1,056,291	551,792
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,035,887	(1,608,083)	(1,055,780)	552,303
Other Financing Sources (Uses)				
Transfers in	1,973,265	2,293,265	2,184,341	(108,924)
Total Other Financing Sources (Uses)	1,973,265	2,293,265	2,184,341	(108,924)
Net Change in Fund Balances	5,009,152	685,182	1,128,561	443,379
Beginning Fund Balances	(1,067)	(1,067)	(1,067)	
Ending Fund Balances	$ 5,008,085	$ 684,115	$ 1,127,494	